



3015 (02-02-05)

ANNUAL REPORT

OF

Name: DURAND MUNICIPAL WATER SUPPLY

Principal Office: 104 E. MAIN STREET
P.O. BOX 202
DURAND, WI 54736-0202

For the Year Ended: DECEMBER 31, 2004

WATER, ELECTRIC, OR JOINT UTILITY
TO
PUBLIC SERVICE COMMISSION OF WISCONSIN

P.O. Box 7854
Madison, WI 53707-7854
(608) 266-3766

This form is required under Wis. Stat. § 196.07. Failure to file the form by the statutory filing date can result in the imposition of a penalty under Wis. Stat. § 196.66. The penalty which can be imposed by this section of the statutes is a forfeiture of not less than \$25 nor more than \$5,000 for each violation. Each day subsequent to the filing date constitutes a separate and distinct violation. The filed form is available to the public and personally identifiable information may be used for purposes other than those related to public utility regulation.

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IDENTIFICATION AND OWNERSHIP

Exact Utility Name: DURAND MUNICIPAL WATER SUPPLY

Utility Address: 104 E. MAIN STREET

P.O. BOX 202

DURAND, WI 54736-0202

When was utility organized? 1/1/1913

Report any change in name:

Effective Date:

Utility Web Site:

Utility employee in charge of correspondence concerning this report:

Name: JON A. PFEILSTICKER

Title: CITY CLERK-TREASURER

Office Address: CITY OF DURAND

104 E. MAIN ST.

P.O. BOX 202

DURAND, WI 54736

Telephone: (715) 672 - 8770

Fax Number: (715) 672 - 8236

E-mail Address: dchall@nelson-tel.net

Individual or firm, if other than utility employee, preparing this report:

Name:

Title:

Office Address:

Telephone: () -

Fax Number: () -

E-mail Address:

President, chairman, or head of utility commission/board or committee:

Name: GERALD M. BAUER

Title: MAYOR

Office Address:

104 E. MAIN ST.

P.O. BOX 202

DURAND, WI 54736-0202

Telephone: (715) 672 - 8770

Fax Number: (715) 672 - 8236

E-mail Address: dchall@nelson-tel.net

Are records of utility audited by individuals or firms, other than utility employee? YES

IDENTIFICATION AND OWNERSHIP

Individual or firm, if other than utility employee, auditing utility records:

Name: ERIC DAVIDSON**Title:** CPA**Office Address:** BAUMAN ASSOCIATES
P.O. BOX 1225
EAU CLAIRE, WI 54702-1225**Telephone:** (715) 834 - 2001 EXT**Fax Number:** (715) 834 - 2774**E-mail Address:****Date of most recent audit report:** 4/1/2005**Period covered by most recent audit:** 2004

Names and titles of utility management including manager or superintendent:

Name: GARY L. SWEENEY**Title:** UTILITY SUPERINTENDENT**Office Address:**
104 E. MAIN ST.
P.O. BOX 202
DURAND, WI 54736**Telephone:** (715) 672 - 8047**Fax Number:** (715) 672 - 8236**E-mail Address:** dwwtp@nelson-tel.net

Name of utility commission/committee: City Council

Names of members of utility commission/committee:MR GERALD M. BAUER, MAYOR/CHAIRMAN
MR ALLEN O. GOULD, COUNCIL MEMBER
MRS CHRISTI A. LIEFFRING, COUNCIL MEMBER
MR JON A. PFEILSTICKER, CLERK-TREASURER
MRS DENISE D. POLZER, COUNCIL MEMBER
MR STEVE SCHOFIELD, COUNCIL MEMBER
MR JASON J. SCHOONOVER, COUNCIL MEMBER
MR CLARENCE T WEISSINGER, COUNCIL MEMBER

Is sewer service rendered by the utility? NO**If "yes," has the municipality, by ordinance, combined the water and sewer service into a single public utility, as provided by Wis. Stat. § 66.0819 of the Wisconsin Statutes?** NO**Date of Ordinance:**

Are any of the utility administrative or operational functions under contract or agreement with an outside provider for the year covered by this annual report and/or current year (i.e., operation of water or sewer treatment plant)? NO

Provide the following information regarding the provider(s) of contract services:

IDENTIFICATION AND OWNERSHIP

Firm Name:

Contact Person:

Title:

Telephone:

Fax Number:

E-mail Address:

Contract/Agreement beginning-ending dates:

Provide a brief description of the nature of Contract Operations being provided:

n/a

INCOME STATEMENT

Particulars (a)	This Year (b)	Last Year (c)	
UTILITY OPERATING INCOME			
Operating Revenues (400)	270,583	279,611	1
Operating Expenses:			
Operation and Maintenance Expense (401)	164,145	147,567	2
Depreciation Expense (403)	30,445	41,408	3
Amortization Expense (404)	0	0	4
Taxes (408)	42,036	42,089	5
Total Operating Expenses	236,626	231,064	
Net Operating Income	33,957	48,547	
Income from Utility Plant Leased to Others (412-413)	0	0	6
Utility Operating Income	33,957	48,547	
OTHER INCOME			
Income from Merchandising, Jobbing and Contract Work (415-416)	0	0	7
Nonoperating Rental Income (418)	0	0	8
Interest and Dividend Income (419)	483	612	9
Miscellaneous Nonoperating Income (421)	0	0	10
Total Other Income	483	612	
Total Income	34,440	49,159	
MISCELLANEOUS INCOME DEDUCTIONS			
Miscellaneous Amortization (425)	(10,257)	0	11
Other Income Deductions (426)	8,737	8,737	12
Total Miscellaneous Income Deductions	(1,520)	8,737	
Income Before Interest Charges	35,960	40,422	
INTEREST CHARGES			
Interest on Long-Term Debt (427)	8,290	8,566	13
Amortization of Debt Discount and Expense (428)	0	0	14
Amortization of Premium on Debt--Cr. (429)	0	0	15
Interest on Debt to Municipality (430)	3,626	4,029	16
Other Interest Expense (431)	0	0	17
Interest Charged to Construction--Cr. (432)	0	0	18
Total Interest Charges	11,916	12,595	
Net Income	24,044	27,827	
EARNED SURPLUS			
Unappropriated Earned Surplus (Beginning of Year) (216)	273,610	245,783	19
Balance Transferred from Income (433)	24,044	27,827	20
Miscellaneous Credits to Surplus (434)	490,351	0	21
Miscellaneous Debits to Surplus--Debit (435)	0	0	22
Appropriations of Surplus--Debit (436)	0	0	23
Appropriations of Income to Municipal Funds--Debit (439)	0	0	24
Total Unappropriated Earned Surplus End of Year (216)	788,005	273,610	

INCOME STATEMENT ACCOUNT DETAILS

1. Report each item (when individually or when like items are combined) greater than \$10,000 (class AB), \$5,000 (class C) and \$2,000 (class D) and all other lesser amounts grouped as Miscellaneous. Describe fully using other than account titles.
2. Nonregulated sewer income should be reported as Miscellaneous Nonoperating Income, Account 421.

Description of Item (a)	Earnings (216.1) (b)	Contributions (216.2) (c)	Total This Year (d)	
UTILITY OPERATING INCOME				
Operating Revenues (400):				
Derived	270,583		270,583	1
Total (Acct. 400):	270,583	0	270,583	
Operation and Maintenance Expense (401):				
Derived	164,145		164,145	2
Total (Acct. 401):	164,145	0	164,145	
Depreciation Expense (403):				
Derived	30,445		30,445	3
Total (Acct. 403):	30,445	0	30,445	
Amortization Expense (404):				
Derived	0		0	4
Total (Acct. 404):	0	0	0	
Taxes (408):				
Derived	42,036		42,036	5
Total (Acct. 408):	42,036	0	42,036	
Revenues from Utility Plant Leased to Others (412):				
NONE	0		0	6
Total (Acct. 412):	0	0	0	
Expenses of Utility Plant Leased to Others (413):				
NONE	0		0	7
Total (Acct. 413):	0	0	0	
TOTAL UTILITY OPERATING INCOME:	33,957	0	33,957	
OTHER INCOME				
Income from Merchandising, Jobbing and Contract Work (415-416):				
Derived	0		0	8
Total (Acct. 415-416):	0	0	0	
Nonoperating Rental Income (418):				
NONE	0		0	9
Total (Acct. 418):	0	0	0	
Interest and Dividend Income (419):				
INTEREST ON SPECIAL ASSESSMENTS	483	0	483	10
Total (Acct. 419):	483	0	483	
Miscellaneous Nonoperating Income (421):				
Contributed Plant - Water			0	11

INCOME STATEMENT ACCOUNT DETAILS

1. Report each item (when individually or when like items are combined) greater than \$10,000 (class AB), \$5,000 (class C) and \$2,000 (class D) and all other lesser amounts grouped as Miscellaneous. Describe fully using other than account titles.
2. Nonregulated sewer income should be reported as Miscellaneous Nonoperating Income, Account 421.

Description of Item (a)	Earnings (216.1) (b)	Contributions (216.2) (c)	Total This Year (d)
OTHER INCOME			
Miscellaneous Nonoperating Income (421):			
NONE	0	0	0 12
Total (Acct. 421):	0	0	0
TOTAL OTHER INCOME:	483	0	483

MISCELLANEOUS INCOME DEDUCTIONS

Miscellaneous Amortization (425):			
Regulatory Liability (253) Amortization	0		0 13
2003 ADJUST PER PSC	0	(10,257)	(10,257) 14
Total (Acct. 425):	0	(10,257)	(10,257)
Other Income Deductions (426):			
Depreciation Expense on Contributed Plant - Water		8,737	8,737 15
NONE	0	0	0 16
Total (Acct. 426):	0	8,737	8,737
TOTAL MISCELLANEOUS INCOME DEDUCTIONS:	0	(1,520)	(1,520)

INTEREST CHARGES

Interest on Long-Term Debt (427):			
Derived	8,290		8,290 17
Total (Acct. 427):	8,290	0	8,290
Amortization of Debt Discount and Expense (428):			
NONE	0		0 18
Total (Acct. 428):	0	0	0
Amortization of Premium on Debt--Cr. (429):			
NONE	0		0 19
Total (Acct. 429):	0	0	0
Interest on Debt to Municipality (430):			
Derived	3,626		3,626 20
Total (Acct. 430):	3,626	0	3,626
Other Interest Expense (431):			
Derived	0		0 21
Total (Acct. 431):	0	0	0

INCOME STATEMENT ACCOUNT DETAILS

1. Report each item (when individually or when like items are combined) greater than \$10,000 (class AB), \$5,000 (class C) and \$2,000 (class D) and all other lesser amounts grouped as Miscellaneous. Describe fully using other than account titles.
2. Nonregulated sewer income should be reported as Miscellaneous Nonoperating Income, Account 421.

Description of Item (a)	Earnings (216.1) (b)	Contributions (216.2) (c)	Total This Year (d)
INTEREST CHARGES			
Interest Charged to Construction--Cr. (432):			
NONE	0		0 22
Total (Acct. 432):	0	0	0
TOTAL INTEREST CHARGES:	11,916	0	11,916
NET INCOME:	22,524	1,520	24,044
EARNED SURPLUS			
Unappropriated Earned Surplus (Beginning of Year) (216):			
Derived	273,610	0	273,610 23
Total (Acct. 216):	273,610	0	273,610
Balance Transferred from Income (433):			
Derived	22,524	1,520	24,044 24
Total (Acct. 433):	22,524	1,520	24,044
Miscellaneous Credits to Surplus (434):			
2003 ADJUSTMENT PER PSC	8,727	481,624	490,351 25
Total (Acct. 434):	8,727	481,624	490,351
Miscellaneous Debits to Surplus--Debit (435):			
NONE	0	0	0 26
Total (Acct. 435)--Debit:	0	0	0
Appropriations of Surplus--Debit (436):			
Detail appropriations to (from) account 215	0		0 27
Total (Acct. 436)--Debit:	0	0	0
UNAPPROPRIATED EARNED SURPLUS (END OF YEAR):	304,861	483,144	788,005

INCOME FROM MERCHANDISING, JOBBING & CONTRACT WORK (ACCTS. 415-416)

Particulars (a)	Water (b)	Electric (c)	Sewer (d)	Gas (e)	Total (f)	
Revenues (account 415)					0	1
Costs and Expenses of Merchandising, Jobbing and Contract Work (416):						
Cost of merchandise sold					0	2
Payroll					0	3
Materials					0	4
Taxes					0	5
Other (list by major classes):					0	6
Total costs and expenses	0	0	0	0	0	
Net income (or loss)	0	0	0	0	0	

REVENUES SUBJECT TO WISCONSIN REMAINDER ASSESSMENT

1. Report data necessary to calculate revenue subject to Wisconsin remainder assessment pursuant to Wis. Stat. § 196.85(2) and Wis. Admin. Code Ch. PSC 5.
2. If the sewer department is not regulated by the PSC, do not report sewer department data in column (d).

Description (a)	Water Utility (b)	Electric Utility (c)	Sewer Utility (Regulated Only) (d)	Gas Utility (e)	Total (f)	
Total operating revenues	270,583	0	0	0	270,583	1
Less: interdepartmental sales	0		0	0	0	2
Less: interdepartmental rents	0				0	3
Less: return on net investment in meters charged to regulated sewer department. (Do not report if nonregulated sewer.)	0				0	4
Less: uncollectibles directly expensed as reported in water acct. 904 (690 class D), sewer acct. 843, and electric acct. 904 (590 class D) -or- Net write-offs when Accumulated Provision for Uncollectible Accounts (acct. 144) is maintained	0				0	5
Other Increases or (Decreases) to Operating Revenues - Specify:						
NONE	0				0	6
Revenues subject to Wisconsin Remainder Assessment	270,583	0	0	0	270,583	

BALANCE SHEET

Assets and Other Debits (a)	Balance End of Year (b)	Balance First of Year (c)	
UTILITY PLANT			
Utility Plant (100)	2,223,125	2,194,646	1
Less: Accumulated Provision for Depreciation and Amortization of Utility Plant (110)	838,607	807,852	2
Net Utility Plant	1,384,518	1,386,794	
OTHER PROPERTY AND INVESTMENTS			
Nonutility Property (121)	637	637	3
Less: Accumulated Provision for Depreciation and Amortization of Nonutility Property (122)	0	0	4
Net Nonutility Property	637	637	
Investment in Municipality (123)	0	0	5
Other Investments (124)	12,025	18,122	6
Special Funds (125)	0	0	7
Total Other Property and Investments	12,662	18,759	
CURRENT AND ACCRUED ASSETS			
Cash and Working Funds (131)	0	0	8
Temporary Cash Investments (132)	0	0	9
Notes Receivable (141)	0	0	10
Customer Accounts Receivable (142)	52,988	56,358	11
Other Accounts Receivable (143)	1,166	1,844	12
Accumulated Provision for Uncollectible Accounts- -Cr. (144)	0	0	13
Receivables from Municipality (145)	164,753	5,960	14
Materials and Supplies (150)	5,370	6,496	15
Prepayments (165)	0	0	16
Other Current and Accrued Assets (170)	0	0	17
Total Current and Accrued Assets	224,277	70,658	
DEFERRED DEBITS			
Unamortized Debt Discount and Expense (181)	0	0	18
Extraordinary Property Losses (182)	0	0	19
Other Deferred Debits (183)	0	0	20
Total Deferred Debits	0	0	
Total Assets and Other Debits	1,621,457	1,476,211	

BALANCE SHEET

Liabilities and Other Credits (a)	Balance End of Year (b)	Balance First of Year (c)	
PROPRIETARY CAPITAL			
Capital Paid in by Municipality (200)	204,992	204,992	21
Appropriated Earned Surplus (215)	0	701,297	22
Unappropriated Earned Surplus (216)	788,005	273,610	23
Total Proprietary Capital	992,997	1,179,899	
LONG-TERM DEBT			
Bonds (221)	0	0	24
Advances from Municipality (223)	64,467	72,525	25
Other long-Term Debt (224)	310,000	170,000	26
Total Long-Term Debt	374,467	242,525	
CURRENT AND ACCRUED LIABILITIES			
Notes Payable (231)	0	0	27
Accounts Payable (232)	3,885	3,677	28
Payables to Municipality (233)	0	251	29
Customer Deposits (235)			30
Taxes Accrued (236)	38,798	39,278	31
Interest Accrued (237)	2,350	2,356	32
Other Current and Accrued Liabilities (238)	8,273	8,225	33
Total Current and Accrued Liabilities	53,306	53,787	
DEFERRED CREDITS			
Unamortized Premium on Debt (251)	0	0	34
Customer Advances for Construction (252)			35
Other Deferred Credits (253)	200,687	0	36
Total Deferred Credits	200,687	0	
OPERATING RESERVES			
Miscellaneous Operating Reserves (265)			37
Total Operating Reserves	0	0	
Total Liabilities and Other Credits	1,621,457	1,476,211	

NET UTILITY PLANT

Report utility plant accounts and related accumulated provisions for depreciation and amortization after allocation of common plant accounts and related provisions for depreciation and amortization to utility departments as of December 31.

Particulars (a)	Water (b)	Sewer (c)	Gas (d)	Electric (e)	
First of Year:					
Total Utility Plant - First of Year	2,194,646	0	0	0	1
<i>(Should agree with Util. Plant Jan. 1 in Property Tax Equivalent Schedule)</i>					
Plant Accounts:					
Utility Plant in Service - Financed by Utility Operations or by the Municipality (100.1)	1,491,916	0	0	0	2
Utility Plant in Service - Contributed Plant (100.2)	718,770	0	0	0	3
Utility Plant Purchased or Sold (391)	0				4
Utility Plant in Process of Reclassification (392)	0				5
Utility Plant Leased to Others (393)	0				6
Property Held for Future Use (394)	0				7
Construction Work in Progress (395)	12,439				8
Utility Plant Acquisition Adjustments (396)	0				9
Other Utility Plant Adjustments (397)	0				10
Total Utility Plant	2,223,125	0	0	0	
Accumulated Provision for Depreciation and Amortization:					
Accumulated Provision for Depreciation of Utility Plant in Service - Financed by Utility Operations or by the Municipality (110.1)	610,189	0	0	0	11
Accumulated Provision for Depreciation of Utility Plant in Service - Contributed Plant (110.2)	228,418	0	0	0	12
Total Accumulated Provision	838,607	0	0	0	
Net Utility Plant	1,384,518	0	0	0	

**ACCUMULATED PROVISION FOR DEPRECIATION AND
AMORTIZATION OF UTILITY PLANT ON UTILITY PLANT
FINANCED BY UTILITY OPERATIONS OR BY THE MUNICIPALITY
(ACCT. 110.1)**

Depreciation Accruals (Credits) during the year (110.1):

1. Report the amounts charged in the operating sections to Depreciation Expense (403).
2. If sewer operations are nonregulated, do not report sewer depreciation on this schedule.
3. Report the Depreciation Expense on Meters charged to sewer operations as an addition in the Water column.
If the sewer is also a regulated utility by the PSC, report an equal amount as a reduction in the Sewer column.
4. Report all other accruals charged to other accounts, such as to clearing accounts.

Particulars (a)	Water (b)	(c)	(d)	(e)	Total (f)	
Balance first of year (110.1)	588,171				588,171	1
Credits During Year						2
Accruals:						3
Charged depreciation expense (403)	30,445				30,445	4
Depreciation expense on meters						5
charged to sewer (see Note 3)	1,514				1,514	6
Accruals charged other						7
accounts (specify):						8
NONE	0				0	9
Salvage	0				0	10
Other credits (specify):						11
2003 adjust per psc	210,944				210,944	12
					0	13
					0	14
					0	15
Total credits	242,903	0	0	0	242,903	16
Debits during year						17
Book cost of plant retired	9,941				9,941	18
Cost of removal	0				0	19
Other debits (specify):						20
Est Reg Liab(253): Docket 05-US-105	210,944				210,944	21
					0	22
					0	23
					0	24
Total debits	220,885	0	0	0	220,885	25
Balance end of year (110.1)	610,189	0	0	0	610,189	26
Composite Depreciation Rate?	No					27
If yes, what is the rate?						28

ACCUMULATED PROVISION FOR DEPRECIATION AND AMORTIZATION OF UTILITY PLANT ON CONTRIBUTED PLANT IN SERVICE (ACCT. 110.2)

Depreciation Accruals (Credits) during the year (110.1):

1. Report the amounts charged in the operating sections to Depreciation Expense (403).
2. If sewer operations are nonregulated, do not report sewer depreciation on this schedule.
3. Report the Depreciation Expense on Meters charged to sewer operations as an addition in the Water column.
If the sewer is also a regulated utility by the PSC, report an equal amount as a reduction in the Sewer column.
4. Report all other accruals charged to other accounts, such as to clearing accounts.

Particulars (a)	Water (b)	(c)	(d)	(e)	Total (f)	
Balance first of year (110.1)	219,681				219,681	1
Credits During Year						2
Accruals:						3
Charged depreciation expense (426)	8,737				8,737	4
Depreciation expense on meters						5
charged to sewer (see Note 3)					0	6
Accruals charged other						7
accounts (specify):						8
					0	9
Salvage					0	10
Other credits (specify):						11
					0	12
					0	13
					0	14
					0	15
Total credits	8,737	0	0	0	8,737	16
Debits during year						17
Book cost of plant retired	0				0	18
Cost of removal					0	19
Other debits (specify):						20
					0	21
					0	22
					0	23
					0	24
Total debits	0	0	0	0	0	25
Balance end of year (110.1)	228,418	0	0	0	228,418	26
Composite Depreciation Rate?	No					27
If yes, what is the rate?						28

NET NONUTILITY PROPERTY (ACCTS. 121 & 122)

1. Report separately each item of property with a book cost of \$5,000 or more included in account 121.
2. Other items may be grouped by classes of property.
3. Describe in detail any investment in sewer department carried in this account.

Description (a)	Balance First of Year (b)	Additions During Year (c)	Deductions During Year (d)	Balance End of Year (e)	
Nonregulated sewer plant	0	0	0	0	1
Other (specify):					
Land not in use	637	0	0	637	2
Total Nonutility Property (121)	637	0	0	637	
Less accum. prov. depr. & amort. (122)	0	0	0	0	3
Net Nonutility Property	637	0	0	637	

ACCUMULATED PROVISION FOR UNCOLLECTIBLE ACCOUNTS-CR. (ACCT. 144)

Particulars (a)	Amount (b)	
Balance first of year	0	1
Additions:		
Provision for uncollectibles during year	0	2
Collection of accounts previously written off: Utility Customers	0	3
Collection of accounts previously written off: Others	0	4
Total Additions	<u>0</u>	
Deductions:		
Accounts written off during the year: Utility Customers	0	5
Accounts written off during the year: Others	0	6
Total accounts written off	<u>0</u>	
Balance end of year	<u><u>0</u></u>	

MATERIALS AND SUPPLIES

Account (a)	Generation (b)	Transmission (c)	Distribution (d)	Other (e)	Total End of Year (f)	Amount Prior Year (g)	
Electric Utility							
Fuel for generation					0	0	1
Other					0	0	2
Total Electric Utility					0	0	

Account	Total End of Year	Amount Prior Year	
Electric utility total	0	0	1
Water utility	5,370	6,496	2
Sewer utility		0	3
Gas utility		0	4
Merchandise		0	5
Other materials & supplies		0	6
Total Materials and Supplies	5,370	6,496	

UNAMORTIZED DEBT DISCOUNT & EXPENSE & PREMIUM ON DEBT (ACCTS. 181 AND 251)

Report net discount and expense or premium separately for each security issue.

Debt Issue to Which Related (a)	Written Off During Year		Balance End of Year (d)	
	Amount (b)	Account Charged or Credited (c)		
Unamortized debt discount & expense (181)				
NONE	0			1
Total			<u>0</u>	
Unamortized premium on debt (251)				
NONE	0			2
Total			<u>0</u>	

CAPITAL PAID IN BY MUNICIPALITY (ACCT. 200)

Report each item (when individually or when like items are combined) greater than \$10,000 (class AB), \$5,000 (class C) and \$2,000 (class D, sewer and privates) and all other lesser amounts grouped as Miscellaneous. Describe fully using other than account titles.

Particulars (a)	Amount (b)	
Balance first of year	204,992	1
Changes during year (explain):		
NONE		2
Balance end of year	204,992	

BONDS (ACCT. 221)

1. Report hereunder information required for each separate issue of bonds.
2. If there is more than one interest rate for an aggregate obligation issue, average the interest rates and report one rate.
3. Proceeds advanced by the municipality from sale of general obligation bonds, if repayable by utility, should be included in account 223.

Description of Issue (a)	Date of Issue (b)	Final Maturity Date (c)	Interest Rate (d)	Principal Amount End of Year (e)	
Mortgage Revenue Bonds	10/01/1998	11/01/2005	4.25%	0	1
Total Bonds (Account 221):				0	

NOTES PAYABLE & MISCELLANEOUS LONG-TERM DEBT

1. Report each class of debt included in Accounts 223, 224 and 231.
2. Proceeds of general obligation issues, if subject to repayment by the utility, should be included in Account 223.
3. If there is more than one interest rate for an aggregate obligation issue, average the interest rates and report one rate.

Account and Description of Obligation (a and b)	Date of Issue (c)	Final Maturity Date (d)	Interest Rate (e)	Principal Amount End of Year (f)	
Advances (223)					
Advance from Municipality	12/31/1991	12/31/2011	5.00%	64,467	1
Total for Account 223				64,467	
Other Long-Term Debt (224)					
Water's Share of Promissory Note	03/01/1999	03/01/2009	3.75%	0	2
WATER SHARE G.O. CORP. PURP. BONDS	10/07/2004	10/01/2014	3.36%	310,000	3
Total for Account 224				310,000	

TAXES ACCRUED (ACCT. 236)

Particulars (a)	Amount (b)	
Balance first of year	39,278	1
Accruals:		
Charged water department expense	41,556	2
Charged electric department expense		3
Charged sewer department expense		4
Other (explain):		
NONE		5
Total Accruals and other credits	41,556	
Taxes paid during year:		
County, state and local taxes	38,798	6
Social Security taxes	2,947	7
PSC Remainder Assessment	291	8
Other (explain):		
NONE		9
Total payments and other debits	42,036	
Balance end of year	38,798	

INTEREST ACCRUED (ACCT. 237)

1. Report below interest accrued on each utility obligation.
 2. Report Customer Deposits under Account 231.

Description of Issue (a)	Interest Accrued Balance First of Year (b)	Interest Accrued During Year (c)	Interest Paid During Year (d)	Interest Accrued Balance End of Year (e)	
Bonds (221)					
NONE	0			0	1
Mortgage Revenue Bonds - 1998	0			0	2
Subtotal	0	0	0	0	
Advances from Municipality (223)					
Advance from Municipality	0	3,626	3,626	0	3
Advance from Municipality - Trust Fund	0			0	4
Subtotal	0	3,626	3,626	0	
Other long-Term Debt (224)					
Water Share Prommissory Note	2,356	8,290	8,296	2,350	5
Subtotal	2,356	8,290	8,296	2,350	
Notes Payable (231)					
NONE	0			0	6
Subtotal	0	0	0	0	
Total	2,356	11,916	11,922	2,350	

BALANCE SHEET END-OF-YEAR ACCOUNT BALANCES

Report each item (when individually or when like items are combined) greater than \$10,000 (class AB), \$5,000 (class C) and \$2,000 (class D) and all other lesser amounts grouped as Miscellaneous. Describe fully using other than account titles.

Particulars (a)	Balance End of Year (b)	
Investment in Municipality (123):		
NONE	0	1
Total (Acct. 123):	0	
Other Investments (124):		
SPECIAL ASSESSMENTS	12,025	2
Total (Acct. 124):	12,025	
Special Funds (125):		
NONE	0	3
Total (Acct. 125):	0	
Notes Receivable (141):		
NONE	0	4
Total (Acct. 141):	0	
Customer Accounts Receivable (142):		
Water	52,988	5
Electric	0	6
Sewer (Regulated)	0	7
Other (specify):		
NONE		8
Total (Acct. 142):	52,988	
Other Accounts Receivable (143):		
Sewer (Non-regulated)		9
Merchandising, jobbing and contract work	1,166	10
Other (specify):		
NONE		11
Total (Acct. 143):	1,166	
Receivables from Municipality (145):		
DUE FROM GENERAL FUND	157,430	12
DUE FROM SEWER DEPT.	7,323	13
Total (Acct. 145):	164,753	
Prepayments (165):		
NONE	0	14
Total (Acct. 165):	0	
Extraordinary Property Losses (182):		
NONE	0	15
Total (Acct. 182):	0	

BALANCE SHEET END-OF-YEAR ACCOUNT BALANCES

Report each item (when individually or when like items are combined) greater than \$10,000 (class AB), \$5,000 (class C) and \$2,000 (class D) and all other lesser amounts grouped as Miscellaneous. Describe fully using other than account titles.

Particulars (a)	Balance End of Year (b)	
Other Deferred Debits (183):		
NONE	0	16
Total (Acct. 183):	0	
Payables to Municipality (233):		
NONE	0	17
Total (Acct. 233):	0	
Other Deferred Credits (253):		
Regulatory Liability	200,687	18
NONE	0	19
Total (Acct. 253):	200,687	

RETURN ON RATE BASE COMPUTATION

1. The data used in calculating rate base are averages.
2. Calculate those averages by summing the first-of-year and the end-of-year figures for each account and then dividing the sum by two.
3. Note: Do not include contributed plant in service, property held for future use, or construction work in progress with utility plant in service. These are not rate base components.

Average Rate Base (a)	Water (b)	Electric (c)	Sewer (d)	Gas (e)	Total (f)	
Add Average:						
Utility Plant in Service (100.1)	1,484,744	0	0	0	1,484,744	1
Materials and Supplies	5,933	0	0	0	5,933	2
Other (specify):						
NONE	0				0	3
Less Average:						
Reserve for Depreciation (110.1)	599,180	0	0	0	599,180	4
Customer Advances for Construction	0				0	5
Regulatory Liability	100,343	0	0	0	100,343	6
NONE					0	7
Average Net Rate Base	791,154	0	0	0	791,154	
Net Operating Income	33,957	0	0	0	33,957	8
Net Operating Income as a percent of						
Average Net Rate Base	4.29%	N/A	N/A	N/A	4.29%	

IMPORTANT CHANGES DURING THE YEAR

Report changes of any of the following types:

NONE

FULL-TIME EMPLOYEES (FTE)

Use FTE numbers where FTE stands for full-time employees or full-time equivalency. FTE can be computed by using total hours worked/2080 hours for a fiscal year. Estimate to the nearest tenth. If an employee works part time for more than one industry then determine FTE based on estimate of hours worked per industry.

Example: An employee worked 35% of their time on electric jobs, 30% on water jobs, 20% on sewer jobs and 15% on municipal nonutility jobs. The FTE by industry would be .4 for electric, .3 for water and .2 for sewer.

Industry (a)	FTE (b)	
Water	1.5	1
Electric		2
Gas		3
Sewer		4

**REGULATORY LIABILITY - PRE-2003 HISTORICAL
ACCUMULATED DEPRECIATION ON CONTRIBUTED UTILITY
PLANT (253)**

Particulars (a)	Water (b)	Electric (c)	Sewer (d)	Gas (e)	Total (f)	
Balance First of Year					0	1
Add credits during year:						
Establish Regulatory Liability 1/1/04	210,944	0	0	0	210,944	2
Other (specify):						
NONE	0				0	3
Deduct charges:						
Miscellaneous Amortization (425)	0				0	4
Other (specify):						
2003 ADJUST PER PSC	10,257				10,257	5
Balance End of Year	200,687	0	0	0	200,687	

FINANCIAL SECTION FOOTNOTES

Notes Payable & Miscellaneous Long-Term Debt (Page F-15)

General footnotes

ISSUED G.O. CORPORATE PURPOSE BONDS TO RETIRE PRIOR DEBT AND FOR TWO
UPCOMING PROJECTS TO BE COMPLETED IN 2006.

Balance Sheet End-of-Year Account Balances (Page F-18)

Please explain amounts in Accounts 143, 145 and/or 233 in excess of \$2,000, providing a short list
or detail using other than terms such as "other revenues" "general" "miscellaneous" or repeating
the account title.

DUE FROM GENERAL FUND REPRESENTS WATER SHARE OF PROCEEDS OF G.O. CORPORATE
PURPOSE BONDS FOR HIGHWAY 10 UTILITY PROJECT SCHEDULED FOR 2006
DUE FROM SEWER IS THE SEWEER SHARE OF METER EXPENSES FOR 2004

Regulatory Liability - Pre-2003 Historical Accumulated Depreciation on Contributed Utility Plant (253) (P

If Amortization is not comparable to a 20-year period, please explain.

THERE IS NO AMORTIZATION FOR THE WATER UTILITY

WATER OPERATING REVENUES & EXPENSES

Particulars (a)	This Year (b)	Last Year (c)	
Operating Revenues			
Sales of Water			
Sales of Water (460-467)	261,562	272,850	1
Total Sales of Water	261,562	272,850	
Other Operating Revenues			
Forfeited Discounts (470)	1,534	2,168	2
Other Water Revenues (474)	7,487	4,593	3
Total Other Operating Revenues	9,021	6,761	
Total Operating Revenues	270,583	279,611	
Operation and Maintenance Expenses			
Plant Operation and Maintenance Expenses (600-660)	85,098	80,587	4
General Operating Expenses (680-690)	79,047	66,980	5
Total Operation and Maintenance Expenses	164,145	147,567	
Other Operating Expenses			
Depreciation Expense (403)	30,445	41,408	6
Amortization Expense (404)	0	0	7
Taxes (408)	42,036	42,089	8
Total Other Operating Expenses	72,481	83,497	
Total Operating Expenses	236,626	231,064	
NET OPERATING INCOME	33,957	48,547	

WATER OPERATING REVENUES - SALES OF WATER

1. Where customer meters record cubic feet, multiply by 7.48 to obtain number of gallons.
2. Report estimated gallons for unmetered sales.
3. Sales to multiple dwelling buildings through a single meter serving 3 or more family units should be classified commercial.
4. Account 460, Unmetered Sales to General Customers - Gallons of Water Sold should not include in any way quantity of water, i.e. metered, or measured by tank or pool volume. The quantity should be estimated based on size of pipe, flow, foot of frontage, etc. Bulk water sales should be Account 460 if the quantity is estimated and should be Account 461 if metered or measured by volume. Water related to construction should be a measured sale of water (either Account 461 or Account 464).
5. Other accounts: see application Help files for details.

Particulars (a)	Average No. Customers (b)	Thousands of Gallons of Water Sold (c)	Amounts (d)	
Operating Revenues				
Sales of Water				
Unmetered Sales to General Customers (460)				
Residential				1
Commercial				2
Industrial				3
Total Unmetered Sales to General Customers (460)	0	0	0	
Metered Sales to General Customers (461)				
Residential	630	32,400	101,392	4
Commercial	129	16,817	38,323	5
Industrial	1	1,336	2,823	6
Total Metered Sales to General Customers (461)	760	50,553	142,538	
Private Fire Protection Service (462)	5		2,816	7
Public Fire Protection Service (463)	1		96,788	8
Other Sales to Public Authorities (464)	28	8,586	19,420	9
Sales to Irrigation Customers (465)				10
Sales for Resale (466)		0	0	11
Interdepartmental Sales (467)				12
Total Sales of Water	794	59,139	261,562	

SALES FOR RESALE (ACCT. 466)

Use a separate line for each delivery point.

Customer Name (a)	Point of Delivery (b)	Thousands of Gallons Sold (c)	Revenues (d)	
NONE	n/a			1
Total		0	0	

OTHER OPERATING REVENUES (WATER)

1. Report revenues relating to each account and fully describe each item using other than the account title.
2. Report each item (when individually or when like items are combined) greater than \$10,000 (class AB), \$5,000 (class C) and \$2,000 (class D and privates) and all other lesser amounts grouped as Miscellaneous.
3. For a combined utility which also provides sewer service that is based upon water readings, report the return on net investment in meters charged to sewer department in Other Water Revenues (474).

Particulars (a)	Amount (b)	
Public Fire Protection Service (463):		
Amount billed (usually per rate schedule F-1 or Fd-1)	96,788	1
Wholesale fire protection billed		2
Amount billed for fighting fires outside utility's service areas (usually per rate schedule F-2 or BW-1)		3
Other (specify):		
NONE		4
Total Public Fire Protection Service (463)	96,788	
Forfeited Discounts (470):		
Customer late payment charges	1,534	5
Other (specify):		
NONE		6
Total Forfeited Discounts (470)	1,534	
Other Water Revenues (474):		
Return on net investment in meters charged to sewer department	610	7
Other (specify):		
CONTRIBUTION FROM HOMELAND SECURITY GRANT FOR SMALL SUPPLIES	1,528	8
MISCELLANEOUS CHARGES FOR SERVICE	5,349	9
Total Other Water Revenues (474)	7,487	

WATER OPERATION & MAINTENANCE EXPENSES

Each expense account that has an increase or a decrease when compared to the previous year of greater than 30 percent, but not less than \$2,000, shall be fully explained in the schedule footnotes.

Particulars (a)	This Year (b)	Last Year (c)	
PLANT OPERATION AND MAINTENANCE EXPENSES			
Salaries and Wages (600)	44,605	39,439	1
Purchased Water (610)	0	0	2
Fuel or Power Purchased for Pumping (620)	15,928	16,765	3
Chemicals (630)	2,184	2,454	4
Supplies and Expenses (640)	9,725	13,949	5
Repairs of Water Plant (650)	11,103	6,289	6
Transportation Expenses (660)	1,553	1,691	7
Total Plant Operation and Maintenance Expenses	85,098	80,587	
GENERAL OPERATING EXPENSES			
Administrative and General Salaries (680)	20,194	20,028	8
Office Supplies and Expenses (681)	5,873	4,864	9
Outside Services Employed (682)	4,334	2,395	10
Insurance Expense (684)	4,308	4,219	11
Employees Pensions and Benefits (686)	36,595	32,657	12
Regulatory Commission Expenses (688)	0	0	13
Miscellaneous General Expenses (689)	7,743	2,817	14
Uncollectible Accounts (690)		0	15
Total General Operating Expenses	79,047	66,980	
Total Operation and Maintenance Expenses	164,145	147,567	

TAXES (ACCT. 408 - WATER)

When allocation of taxes is made between departments, explain method used.
--

Description of Tax (a)	Method Used to Allocate Between Departments (b)	This Year (c)	Last Year (d)	
Property Tax Equivalent		38,798	39,278	1
Less: Local and School Tax Equivalent on Meters Charged to Sewer Department		431	522	2
Net property tax equivalent		38,367	38,756	
Social Security	ACTUAL	3,378	2,966	3
PSC Remainder Assessment		291	367	4
Other (specify): NONE			0	5
Total tax expense		42,036	42,089	

PROPERTY TAX EQUIVALENT (WATER)

1. No property tax equivalent shall be determined for sewer utilities or town sanitary district water utilities.
2. Tax rates are those issued in November (usually) of the year being reported and are available from the municipal treasurer. Report the tax rates in mills to six (6) decimal places.
3. The assessment ratio is available from the municipal treasurer. Report the ratio as a decimal to six (6) places.
4. The utility plant balance first of year should include the gross book values of plant in service (total of utility financed and contributed plant), property held for future use and construction work in progress.
5. An "other tax rate" is included in the "Net Local and School Tax Rate Calculation" to the extent that it is local. An example is a local library tax. Fully explain the rate in the Property Tax Equivalent schedule footnotes.
6. The Property Tax Equivalent to be reported for the year is determined pursuant to Wis. Stat § 66.0811(2). Report the higher of the current year calculation or the tax equivalent reported in the 1994 PSC annual report, unless, the municipality has authorized a lower amount, then that amount is reported as the property tax equivalent.
7. If the municipality has authorized a lower amount, the authorization description and date of the authorization must be reported in the Property Tax Equivalent schedule footnotes.

Particulars (a)	Units (b)	Total (c)	County A (d)	County B (e)	County C (f)	County D (g)	
County name			Pepin				1
SUMMARY OF TAX RATES							2
State tax rate	mills		0.194900				3
County tax rate	mills		7.217480				4
Local tax rate	mills		5.894860				5
School tax rate	mills		9.682030				6
Voc. school tax rate	mills		1.583250				7
Other tax rate - Local	mills		0.000000				8
Other tax rate - Non-Local	mills		0.000000				9
Total tax rate	mills		24.572520				10
Less: state credit	mills		0.000000				11
Net tax rate	mills		24.572520				12
PROPERTY TAX EQUIVALENT CALCULATION							13
Local Tax Rate	mills		5.894860				14
Combined School Tax Rate	mills		11.265280				15
Other Tax Rate - Local	mills		0.000000				16
Total Local & School Tax	mills		17.160140				17
Total Tax Rate	mills		24.572520				18
Ratio of Local and School Tax to Total	dec.		0.698347				19
Total tax net of state credit	mills		24.572520				20
Net Local and School Tax Rate	mills		17.160140				21
Utility Plant, Jan. 1	\$	2,194,646	2,194,646				22
Materials & Supplies	\$	6,496	6,496				23
Subtotal	\$	2,201,142	2,201,142				24
Less: Plant Outside Limits	\$	0	0				25
Taxable Assets	\$	2,201,142	2,201,142				26
Assessment Ratio	dec.		1.026200				27
Assessed Value	\$	2,258,812	2,258,812				28
Net Local & School Rate	mills		17.160140				29
Tax Equiv. Computed for Current Year	\$	38,762	38,762				30
Tax Equivalent per 1994 PSC Report	\$	38,798					31
Any lower tax equivalent as authorized by municipality (see note 6)	\$						32
Tax equiv. for current year (see note 6)	\$	38,798					34

WATER UTILITY PLANT IN SERVICE

--Plant Financed by Utility or Municipality--

1. All adjustments, corrections and reclassifications (including to/from plant financed by contributions) should be reported in Column (f), Adjustments.
2. Explain fully as a schedule footnote the nature of all entries reported in Column (f), Adjustments.
3. Explain as a schedule footnote the dollar additions and retirements reported in Columns (c) and (e) for each account over \$10,000. If applicable, provide construction authorization.
4. Use only the account titles listed. If the utility has subaccounts other than account 372.1, combine them into one total and detail by subaccount as a schedule footnote.

Accounts (a)	Balance First of Year (b)	Additions During Year (c)	
INTANGIBLE PLANT			
Organization (301)	0		1
Franchises and Consents (302)	0		2
Miscellaneous Intangible Plant (303)	0		3
Total Intangible Plant	0	0	
SOURCE OF SUPPLY PLANT			
Land and Land Rights (310)	5,424		4
Structures and Improvements (311)	0		5
Collecting and Impounding Reservoirs (312)	0		6
Lake, River and Other Intakes (313)	0		7
Wells and Springs (314)	141,514		8
Infiltration Galleries and Tunnels (315)	0		9
Supply Mains (316)	23,897		10
Other Water Source Plant (317)	0		11
Total Source of Supply Plant	170,835	0	
PUMPING PLANT			
Land and Land Rights (320)	0		12
Structures and Improvements (321)	5,078		13
Boiler Plant Equipment (322)	0		14
Other Power Production Equipment (323)	0		15
Steam Pumping Equipment (324)	0		16
Electric Pumping Equipment (325)	79,963		17
Diesel Pumping Equipment (326)	0		18
Hydraulic Pumping Equipment (327)	0		19
Other Pumping Equipment (328)	0		20
Total Pumping Plant	85,041	0	
WATER TREATMENT PLANT			
Land and Land Rights (330)	103		21
Structures and Improvements (331)	74,311		22
Water Treatment Equipment (332)	370,103		23
Total Water Treatment Plant	444,517	0	

WATER UTILITY PLANT IN SERVICE (cont.)
--Plant Financed by Utility or Municipality--

Accounts (d)	Retirements During Year (e)	Adjustments Increase or (Decrease) (f)	Balance End of Year (g)	
INTANGIBLE PLANT				
Organization (301)			0	1
Franchises and Consents (302)			0	2
Miscellaneous Intangible Plant (303)			0	3
Total Intangible Plant	0	0	0	
SOURCE OF SUPPLY PLANT				
Land and Land Rights (310)			5,424	4
Structures and Improvements (311)			0	5
Collecting and Impounding Reservoirs (312)			0	6
Lake, River and Other Intakes (313)			0	7
Wells and Springs (314)			141,514	8
Infiltration Galleries and Tunnels (315)			0	9
Supply Mains (316)			23,897	10
Other Water Source Plant (317)			0	11
Total Source of Supply Plant	0	0	170,835	
PUMPING PLANT				
Land and Land Rights (320)			0	12
Structures and Improvements (321)			5,078	13
Boiler Plant Equipment (322)			0	14
Other Power Production Equipment (323)			0	15
Steam Pumping Equipment (324)			0	16
Electric Pumping Equipment (325)			79,963	17
Diesel Pumping Equipment (326)			0	18
Hydraulic Pumping Equipment (327)			0	19
Other Pumping Equipment (328)			0	20
Total Pumping Plant	0	0	85,041	
WATER TREATMENT PLANT				
Land and Land Rights (330)			103	21
Structures and Improvements (331)			74,311	22
Water Treatment Equipment (332)			370,103	23
Total Water Treatment Plant	0	0	444,517	

WATER UTILITY PLANT IN SERVICE

--Plant Financed by Utility or Municipality--

1. All adjustments, corrections and reclassifications (including to/from plant financed by contributions) should be reported in Column (f), Adjustments.
2. Explain fully as a schedule footnote the nature of all entries reported in Column (f), Adjustments.
3. Explain as a schedule footnote the dollar additions and retirements reported in Columns (c) and (e) for each account over \$10,000. If applicable, provide construction authorization.
4. Use only the account titles listed. If the utility has subaccounts other than account 372.1, combine them into one total and detail by subaccount as a schedule footnote.

Accounts (a)	Balance First of Year (b)	Additions During Year (c)	
TRANSMISSION AND DISTRIBUTION PLANT			
Land and Land Rights (340)	10,399		24
Structures and Improvements (341)	0		25
Distribution Reservoirs and Standpipes (342)	133,515		26
Transmission and Distribution Mains (343)	373,736		27
Fire Mains (344)	0		28
Services (345)	90,757	3,800	29
Meters (346)	55,373	14,714	30
Hydrants (348)	86,071		31
Other Transmission and Distribution Plant (349)	0		32
Total Transmission and Distribution Plant	749,851	18,514	
GENERAL PLANT			
Land and Land Rights (370)	0		33
Structures and Improvements (371)	0		34
Office Furniture and Equipment (372)	1,935		35
Computer Equipment (372.1)	0		36
Transportation Equipment (373)	10,604	8,281	37
Other General Equipment (379)	14,790		38
Other Tangible Property (390)	0		39
Total General Plant	27,329	8,281	
Total utility plant in service directly assignable	1,477,573	26,795	
Common Utility Plant Allocated to Water Department	0		40
Total utility plant in service	1,477,573	26,795	

WATER UTILITY PLANT IN SERVICE (cont.)
--Plant Financed by Utility or Municipality--

Accounts (d)	Retirements During Year (e)	Adjustments Increase or (Decrease) (f)	Balance End of Year (g)	
TRANSMISSION AND DISTRIBUTION PLANT				
Land and Land Rights (340)			10,399	24
Structures and Improvements (341)			0	25
Distribution Reservoirs and Standpipes (342)			133,515	26
Transmission and Distribution Mains (343)		1	373,737	27
Fire Mains (344)			0	28
Services (345)		(176)	94,381	29
Meters (346)	5,085	(2,335)	62,667	30
Hydrants (348)			86,071	31
Other Transmission and Distribution Plant (349)			0	32
Total Transmission and Distribution Plant	5,085	(2,510)	760,770	
GENERAL PLANT				
Land and Land Rights (370)			0	33
Structures and Improvements (371)			0	34
Office Furniture and Equipment (372)		(1)	1,934	35
Computer Equipment (372.1)			0	36
Transportation Equipment (373)	4,856		14,029	37
Other General Equipment (379)			14,790	38
Other Tangible Property (390)			0	39
Total General Plant	4,856	(1)	30,753	
Total utility plant in service directly assignable	9,941	(2,511)	1,491,916	
Common Utility Plant Allocated to Water Department			0	40
Total utility plant in service	9,941	(2,511)	1,491,916	

WATER UTILITY PLANT IN SERVICE

--Plant Financed by Contributions--

1. All adjustments, corrections and reclassifications (including to/from plant financed by contributions) should be reported in Column (f), Adjustments.
2. Explain fully as a schedule footnote the nature of all entries reported in Column (f), Adjustments.
3. Explain as a schedule footnote the dollar additions and retirements reported in Columns (c) and (e) for each account over \$10,000. If applicable, provide construction authorization.
4. Use only the account titles listed. If the utility has subaccounts other than account 372.1, combine them into one total and detail by subaccount as a schedule footnote.

Accounts (a)	Balance First of Year (b)	Additions During Year (c)	
INTANGIBLE PLANT			
Organization (301)	0	0	1
Franchises and Consents (302)	0		2
Miscellaneous Intangible Plant (303)	0		3
Total Intangible Plant	0	0	
SOURCE OF SUPPLY PLANT			
Land and Land Rights (310)	0		4
Structures and Improvements (311)	0		5
Collecting and Impounding Reservoirs (312)	0		6
Lake, River and Other Intakes (313)	0		7
Wells and Springs (314)	0		8
Infiltration Galleries and Tunnels (315)	0		9
Supply Mains (316)	0		10
Other Water Source Plant (317)	0		11
Total Source of Supply Plant	0	0	
PUMPING PLANT			
Land and Land Rights (320)	0		12
Structures and Improvements (321)	0		13
Boiler Plant Equipment (322)	0		14
Other Power Production Equipment (323)	0		15
Steam Pumping Equipment (324)	0		16
Electric Pumping Equipment (325)	55,599		17
Diesel Pumping Equipment (326)	0		18
Hydraulic Pumping Equipment (327)	0		19
Other Pumping Equipment (328)	0		20
Total Pumping Plant	55,599	0	
WATER TREATMENT PLANT			
Land and Land Rights (330)	0		21
Structures and Improvements (331)	0		22
Water Treatment Equipment (332)	0		23
Total Water Treatment Plant	0	0	

WATER UTILITY PLANT IN SERVICE (cont.)
--Plant Financed by Contributions--

Accounts (d)	Retirements During Year (e)	Adjustments Increase or (Decrease) (f)	Balance End of Year (g)
INTANGIBLE PLANT			
Organization (301)			0 1
Franchises and Consents (302)			0 2
Miscellaneous Intangible Plant (303)			0 3
Total Intangible Plant	0	0	0
SOURCE OF SUPPLY PLANT			
Land and Land Rights (310)			0 4
Structures and Improvements (311)			0 5
Collecting and Impounding Reservoirs (312)			0 6
Lake, River and Other Intakes (313)			0 7
Wells and Springs (314)			0 8
Infiltration Galleries and Tunnels (315)			0 9
Supply Mains (316)			0 10
Other Water Source Plant (317)			0 11
Total Source of Supply Plant	0	0	0
PUMPING PLANT			
Land and Land Rights (320)			0 12
Structures and Improvements (321)			0 13
Boiler Plant Equipment (322)			0 14
Other Power Production Equipment (323)			0 15
Steam Pumping Equipment (324)			0 16
Electric Pumping Equipment (325)			55,599 17
Diesel Pumping Equipment (326)			0 18
Hydraulic Pumping Equipment (327)			0 19
Other Pumping Equipment (328)			0 20
Total Pumping Plant	0	0	55,599
WATER TREATMENT PLANT			
Land and Land Rights (330)			0 21
Structures and Improvements (331)			0 22
Water Treatment Equipment (332)			0 23
Total Water Treatment Plant	0	0	0

WATER UTILITY PLANT IN SERVICE

--Plant Financed by Contributions--

1. All adjustments, corrections and reclassifications (including to/from plant financed by contributions) should be reported in Column (f), Adjustments.
2. Explain fully as a schedule footnote the nature of all entries reported in Column (f), Adjustments.
3. Explain as a schedule footnote the dollar additions and retirements reported in Columns (c) and (e) for each account over \$10,000. If applicable, provide construction authorization.
4. Use only the account titles listed. If the utility has subaccounts other than account 372.1, combine them into one total and detail by subaccount as a schedule footnote.

Accounts (a)	Balance First of Year (b)	Additions During Year (c)	
TRANSMISSION AND DISTRIBUTION PLANT			
Land and Land Rights (340)	0		24
Structures and Improvements (341)	0		25
Distribution Reservoirs and Standpipes (342)	127,822		26
Transmission and Distribution Mains (343)	394,175		27
Fire Mains (344)	0		28
Services (345)	103,663		29
Meters (346)	0		30
Hydrants (348)	35,011		31
Other Transmission and Distribution Plant (349)	0		32
Total Transmission and Distribution Plant	660,671	0	
GENERAL PLANT			
Land and Land Rights (370)	0		33
Structures and Improvements (371)	0		34
Office Furniture and Equipment (372)	0		35
Computer Equipment (372.1)	0		36
Transportation Equipment (373)	0		37
Other General Equipment (379)	0		38
Other Tangible Property (390)	0		39
Total General Plant	0	0	
Total utility plant in service directly assignable	716,270	0	
Common Utility Plant Allocated to Water Department	0		40
Total utility plant in service	716,270	0	

WATER UTILITY PLANT IN SERVICE (cont.)
--Plant Financed by Contributions--

Accounts (d)	Retirements During Year (e)	Adjustments Increase or (Decrease) (f)	Balance End of Year (g)
TRANSMISSION AND DISTRIBUTION PLANT			
Land and Land Rights (340)			0 24
Structures and Improvements (341)			0 25
Distribution Reservoirs and Standpipes (342)			127,822 26
Transmission and Distribution Mains (343)			394,175 27
Fire Mains (344)			0 28
Services (345)		2,500	106,163 29
Meters (346)			0 30
Hydrants (348)			35,011 31
Other Transmission and Distribution Plant (349)			0 32
Total Transmission and Distribution Plant	0	2,500	663,171
GENERAL PLANT			
Land and Land Rights (370)			0 33
Structures and Improvements (371)			0 34
Office Furniture and Equipment (372)			0 35
Computer Equipment (372.1)			0 36
Transportation Equipment (373)			0 37
Other General Equipment (379)			0 38
Other Tangible Property (390)			0 39
Total General Plant	0	0	0
Total utility plant in service directly assignable	0	2,500	718,770
Common Utility Plant Allocated to Water Department			0 40
Total utility plant in service	0	2,500	718,770

SOURCE OF SUPPLY, PUMPING AND PURCHASED WATER STATISTICS

Expanded definitions of the three types of accounted-for water reported on this schedule are included in the schedule Help and in the Reference Manual Schedule Reference Sheet.

Month (a)	Sources of Water Supply			Total Gallons All Methods (000's) (e)	
	Purchased Water Gallons (000's) (b)	Surface Water Gallons (000's) (c)	Ground Water Gallons (000's) (d)		
January			5,819	5,819	1
February			5,639	5,639	2
March			6,220	6,220	3
April			6,207	6,207	4
May			7,297	7,297	5
June			6,335	6,335	6
July			7,712	7,712	7
August			7,142	7,142	8
September			6,982	6,982	9
October			5,918	5,918	10
November			5,617	5,617	11
December			5,457	5,457	12
Total annual pumpage	0	0	76,345	76,345	
Less: Water sold				59,139	13
Volume pumped but not sold				17,206	14
Volume sold as a percent of volume pumped				77%	15
Volume used for water production, water quality and system maintenance				1,919	16
Volume related to equipment/system malfunction				2,301	17
Non-utility volume NOT included in water sales				0	18
Total volume not sold but accounted for				4,220	19
Volume pumped but unaccounted for				12,986	20
Percent of water lost				17%	21
If more than 25%, indicate causes:					22
If more than 25%, state what action has been taken to reduce water loss:					23
Maximum gallons pumped by all methods in any one day during reporting year (000 gal.)				530	24
Date of maximum: 5/18/2004					25
Cause of maximum:					26
HOT AND DRY DAY					
Minimum gallons pumped by all methods in any one day during reporting year (000 gal.)				110	27
Date of minimum: 12/19/2004					28
Total KWH used for pumping for the year				163,260	29
If water is purchased: Vendor Name: N/A					30
Point of Delivery:					31

SOURCES OF WATER SUPPLY - GROUND WATERS

Location (a)	Identification Number (b)	Depth in feet (c)	Well Diameter in inches (d)	Yield Per Day in gallons (e)	Currently In Service? (f)	
1324 EAST PROSPECT STREET	#3	327	16	576,000	Yes	1
1600 14TH AVENUE EAST	#4	128	16	1,440,000	Yes	2

SOURCES OF WATER SUPPLY - SURFACE WATERS

Location (a)	Intakes			
	Identification Number (b)	Distance From Shore in feet (c)	Depth Below Surface in feet (d)	Diameter in inches (e)
NONE				

1

PUMPING & POWER EQUIPMENT

1. Use a separate column for each pump.
2. Indicate purpose of pump by: P for primary (from source to reservoir, treatment or distribution system), B for booster (from reservoir or treatment to distribution system, or within distribution system), or S for standby pumping equipment.
3. Indicate destination (of water pumped) by: R for reservoir, T for treatment or D for distribution system.

Particulars (a)	Unit A (b)	Unit B (c)	Unit C (d)	
Identification	WELL # 3	WELL #4		1
Location	1324 E PROSPECT STREET	160 14TH AVENUE EAST		2
Purpose	P	P		3
Destination	D	D		4
Pump Manufacturer	CROWN	UNIVERSAL		5
Year Installed	1992	1976		6
Type	SUBMERSIBLE	VERTICAL TURBINE		7
Actual Capacity (gpm)	500	1,200		8
Pump Motor or Standby Engine Mfr	CROWN	US ELECTRIC		9
Year Installed	1992	1992		10
Type	ELECTRIC	ELECTRIC		11
Horsepower	50	50		12

Particulars (a)	Unit D (b)	Unit E (c)	Unit F (d)	
Identification				14
Location				15
Purpose				16
Destination				17
Pump Manufacturer				18
Year Installed				19
Type				20
Actual Capacity (gpm)				21
Pump Motor or Standby Engine Mfr				22
Year Installed				23
Type				24
Horsepower				25

RESERVOIRS, STANDPIPES & WATER TREATMENT

1. Identify as R (reservoir), S (standpipe) & ET (elevated tank).
2. Use a separate column for each using additional copies if necessary.
3. Enter elevation difference between highest water level in S or ET, (or R only on an elevated site) and the water main where the connection to the storage begins branching into the distribution system.

Particulars (a)	Unit A (b)	Unit B (c)	Unit C (d)	
Identification number or name	#1	#2	WTP #3	1
RESERVOIRS, STANDPIPES OR ELEVATED TANKS				2
				3
Type: R (reservoir), S (standpipe) or ET (elevated tank)	ET	R		4
				5
Year constructed	1983	1961		6
				7
Primary material (earthen, steel, concrete, other)	STEEL	CONCRETE		8
				9
Elevation difference in feet (See Headnote 3.)	192	160		10
				11
Total capacity in gallons (actual)	100,000	424,000		12
WATER TREATMENT PLANT				13
Disinfection, type of equipment (gas, liquid, powder, other)	GAS	GAS	GAS	14
				15
Points of application (wellhouse, central facilities, booster station, other)	WELLHOUSE	WELLHOUSE	WELLHOUSE	16
				17
Filters, type (gravity, pressure, other, none)	GRAVITY	GRAVITY	GRAVITY	18
				19
Rated capacity of filter plant (m.g.d.) (note: 1,200,000 gal/day = 1.2 m.g.d.)	1.4000	1.4000	1.4000	20
				21
Is a corrosion control chemical used (yes, no)?	N	N	N	22
				23
Is water fluoridated (yes, no)?	Y	Y	Y	24
				25

WATER MAINS

1. Report mains separately by pipe material, function, diameter and either within or outside the municipal boundaries.
2. Identify pipe material as: L (Lead), M (Metal for all other metal excluding lead), A (Asbestos-cement), or P (Plastic for plastic and all other non-metal excluding asbestos-cement).
3. Identify function as: T (Transmission), D (Distribution) or S (Supply).
4. Explain all reported adjustments as a schedule footnote.
5. For main additions reported in column (e), as a schedule footnote:
 - a. Explain how the additions were financed.
 - b. If assessed against property owners, explain the basis of the assessments.
 - c. If the assessments are deferred, explain.

Number of Feet								
Pipe Material (a)	Main Function (b)	Diameter in Inches (c)	First of Year (d)	Added During Year (e)	Retired During Year (f)	Adjustments Increase or (Decrease) (g)	End of Year (h)	
M	D	1.000	0	0	0	0	0	1
M	D	1.500	360	0	0	0	360	2
M	D	2.000	578	0	0	0	578	3
M	D	4.000	4,117	0	0	0	4,117	4
M	D	6.000	44,966	0	0	0	44,966	5
M	D	8.000	28,336	0	0	0	28,336	6
M	D	10.000	1,724	0	0	0	1,724	7
Total Within Municipality			80,081	0	0	0	80,081	
Total Utility			80,081	0	0	0	80,081	

WATER SERVICES

1. Explain all reported adjustments as a schedule footnote.
2. Report in column (h) the number of utility-owned services included in columns (c) through (g) which are temporarily shut off at the curb box or otherwise not in use at end of year.
3. For services added during the year in column (d), as a schedule footnote:
 - a. Explain how the additions were financed.
 - b. If assessed against property owners, explain the basis of the assessments.
 - c. If installed by a property owner or developer, explain the basis of recording the cost of the additions, the total amount and the number of services recorded under this method.
 - d. If any were financed by application of Cz-1, provide the total amount recorded and the number of services recorded under this method.
4. Report services separately by pipe material and diameter.
5. Identify pipe material as: L (Lead), M (Metal for all other metal excluding lead), A (Asbestos-cement) or P (Plastic for plastic and all other non-metal excluding asbestos-cement).

Pipe Material (a)	Diameter in Inches (b)	First of Year (c)	Added During Year (d)	Removed or Permanently Disconnected During Year (e)	Adjustments Increase or (Decrease) (f)	End of Year (g)	Utility Owned Services Not In Use at End of Year (h)	
M	0.750	655	0	0	0	655	60	1
M	1.000	179	0	0	0	179	20	2
M	1.250	9	0	0	0	9	2	3
M	1.500	17	0	0	0	17	0	4
M	2.000	17	1	0	0	18	6	5
M	3.000	5	0	0	0	5	2	6
M	4.000	14	0	0	0	14	12	7
M	6.000	1	0	0	0	1	0	8
M	8.000	1	0	0	0	1	1	9
Total Utility		898	1	0	0	899	103	

METERS

1. Include in Columns (b), (c), (d), (e) and (f) meters in stock as well as those in service.
2. Report in Column (c) all meters purchased during the year and in Column (d) all meters junked, sold or otherwise permanently retired during the year.
3. Use Column (e) to show correction to previously reported meter count because of inventory or property record corrections.
4. Totals by size in Column (f) should equal same size totals in Column (o).
5. Explain all reported adjustments as a schedule footnote.

Number of Utility-Owned Meters

Size of Meter (a)	First of Year (b)	Added During Year (c)	Retired During Year (d)	Adjustments Increase or (Decrease) (e)	End of Year (f)	Tested During Year (g)	
0.625	655	485	64	0	1,076	108	1
0.750	285	0	42	0	243	0	2
1.000	26	4	1	0	29	1	3
1.250	0	0	0	0	0	0	4
1.500	18	0	0	0	18	0	5
2.000	12	0	1	0	11	0	6
3.000	4	0	0	0	4	0	7
4.000	4	0	0	0	4	0	8
Total:	1,004	489	108	0	1,385	109	

Classification of All Meters at End of Year by Customers

Size of Meter (h)	Residential (i)	Commercial (j)	Industrial (k)	Public Authority (l)	Wholesale, Inter-Department or Utility Use (m)	In Stock and Deduct Meters (n)	Total (o)	
0.625	524	56	0	0	0	496	1,076	1
0.750	142	54	0	6	0	41	243	2
1.000	1	10	0	6	0	12	29	3
1.250	0	0	0	0	0	0	0	4
1.500	0	11	0	4	0	3	18	5
2.000	0	4	0	7	0	0	11	6
3.000	0	0	0	3	0	1	4	7
4.000	0	1	1	1	0	1	4	8
Total:	667	136	1	27	0	554	1,385	

HYDRANTS AND DISTRIBUTION SYSTEM VALVES

1. Distinguish between fire and flushing hydrants by lead size.
 - a. Fire hydrants normally have a lead size of 6 inches or greater.
 - b. Record as a flushing hydrant where the lead size is less than 6 inches or if pressure is inadequate to provide fire flow.
2. Explain all reported adjustments in the schedule footnotes.
3. Report fire hydrants as within or outside the municipal boundaries.

Hydrant Type (a)	Number In Service First of Year (b)	Added During Year (c)	Removed During Year (d)	Adjustments Increase or (Decrease) (e)	Number In Service End of Year (f)	
Fire Hydrants						
Outside of Municipality	0	0	0	0	0	1
Within Municipality	115	0	0	0	115	2
Total Fire Hydrants	115	0	0	0	115	
Flushing Hydrants						
	0	0	0	0	0	3
Total Flushing Hydrants	0	0	0	0	0	

NR811.08(5) recommends that a schedule shall be adopted and followed for operating each system valve and hydrant at least once each two years. Please provide the number operated during the year.

Number of hydrants operated during year:	115
Number of distribution system valves end of year:	194
Number of distribution valves operated during year:	194

WATER OPERATING SECTION FOOTNOTES

Water Operating Revenues & Expenses (Page W-01)

General footnotes

\$5400 WATER DEPT. SHARE OF COST OF NEW DEBT WAS INCLUDED AS 2004 EXPENSE

Sales for Resale (Acct. 466) (Page W-03)

General footnotes

NO WATER SALES FOR RESALE

Other Operating Revenues (Water) (Page W-04)

Please explain amounts in Account 474 in excess of \$2,000, including like items grouped. Please provide, for example, a short list or detail using other than terms such as "other revenues" "general" "miscellaneous" or repeating the account title.

MISCELLANEOUS CHARGES CONSIST OF LABOR FOR FLAGGING DURING REPAIRS TO VALVES AND HYDRANTS DURING RECONSTRUCTION OF HWY 10, WATER ON AND METER SET FEES AND SALE OF SCRAP METAL

Water Operation & Maintenance Expenses (Page W-05)

For values that represent an increase or a decrease when compared to the previous year of greater than 30%, but not less \$2,000, please explain.

MISCELLANEOUS GENERAL EXPENSE CONSISTS OF MEMBERSHIP DUES TO WRWA, TRAINING COSTS AND \$5400 WATER SHARE OF DEBT ISSUE COST FOR G.O. BONDS
MAJOR REPAIRS ITEMS WERE: REPAIRS TO WELL PUMP \$7240, AND REPAIRS TO PUMP CONTROLS \$1747.

Water Utility Plant in Service --Plant Financed by Utility or Municipality-- (Page W-08)

General footnotes

2003 adjust per psc

If Adjustments for any account are nonzero, please explain.

ADJUSTMENTS MADE DUE TO ROUNDING AND A PRIOR YEAR RECLASSIFICATION ERROR BETWEEN SERVICES AND METERS

Water Utility Plant in Service --Plant Financed by Contributions-- (Page W-10)

If Adjustments for any account are nonzero, please explain.

prior year adjust per PSC

Water Services (Page W-18)

If net additions are greater than zero, please explain financing by following criteria listed in schedule headnote No. 3.

ONE 2" SERVICE ADDED AND PAID FOR BY UTILITY

Meters (Page W-19)

If Tested During Year column total is zero, please explain.

LARGE METERS SCHEDULED FOR TESTING IN 2005

Explain program for replacing or testing meters 1" or smaller.

1" AND SMALLER METERS ARE ON A 10 YEAR TESTING SCHEDULE

WATER OPERATING SECTION FOOTNOTES

Meters (Page W-19)

Ss. PSC 185.83(2) states "Station meters shall be maintained to ensure reasonable accuracy and shall have the accuracy checked at least once every 2 years." Are all station meters being tested every two years? Answer yes or no. If no, please explain.

YES
